

RESOLUTION NO. 55-90

CHRISTMAS TREE CIRCLE ROAD IMPROVEMENT DISTRICT

A Resolution Authorizing the Establishment of a Reserve Fund to be Used to Cure Deficits in the Principal and Interest Fund or to Pay Interest and Principal Upon the Final Maturity of the Bonds.

WHEREAS, the Board of Directors deems it necessary to establish a reserve fund pursuant to the provisions of A.R.S. 48-935(H) which monies may only be used to cure deficits in the principal and interest funds or to pay interest and principal upon the final maturity or maturities of the bonds; and

WHEREAS, the Board of Directors acknowledge that said reserve fund is being established within the first ten years the bonds are outstanding; and

WHEREAS, the reserve fund will be established by increasing the annual assessment installment amount by \$5,000, spread proportionately to each parcel in the assessment district that has not as of this date paid for its assessment; and

WHEREAS, the reserved being created does not exceed 10% of the bond proceeds.

THEREFORE, BE IT RESOLVED THAT:

The Board of Directors of the Christmas Tree Circle Road Improvement District hereby authorizes that a reserve fund in an amount not to exceed 10% of the bond proceeds be established. Said reserve fund to be derived from the increase of the 1990 annual installment assessment by an amount not to exceed \$5,000.00.

ADOPTED THIS 9<sup>th</sup> day of July, 1990.

BY: Malin F. Gillespie  
Chairman

ATTEST:

Sharon D. Jones